MINUTES OF REGULAR MEETING SUGAR CITY COUNCIL THURSDAY, JULY 26, 2007

Presiding: Mayor Glenn W. Dalling Meeting Convened at 6:30 p.m.

Prayer: Mayor Dalling Pledge of Allegiance

Present: Mayor Dalling; Sharon L. Bell, Clerk; Marcie A. Smith, Treasurer; Councilmembers Harold Harris, Bruce King, Walter Deitz and Brad Orme; Ted Hendricks of The Development Company; and Kevin Harris of Forsgren Associates.

The Mayor asked if there were any corrections to the minutes of the regular meeting held July 12, 2007, and to the minutes of the special meeting held July 17, 2007. Each councilmember had a copy of said minutes prior to the meeting. It was moved by Councilmember Deitz and seconded by Councilmember Orme to accept the minutes of July 12, 2007; motion carried. It was moved by Councilmember Harris and seconded by Councilmember King to accept the minutes of July 17, 2007; motion carried.

THE DEVELOPMENT COMPANY, UPDATE ON BUSINESS PARK: Ted Hendricks of The Development Company and Kevin Harris of Forsgren Associates discussed with the council the manner of how the business park will be managed and operated. The council decided (1) to be partners with The Development Company and Madison County, and (2) to put the money from the grant and from The Development Company contribution into a revolving loan fund that will be managed by The Development Company.

TITLE 7, WATER AND SEWER: Councilmember Deitz led a discussion on chapters 1 and 2, water and sewer. Due to lack of time, no further discussion was had at this time. The council was asked to review chapters 1 and 2 before the next meeting.

REVIEW BUDGET 2007-2008: Marcie discussed with the council a budget worksheet for the 2007-2008 budget and led a page-by-page discussion on said budget items. Discussion was had on the mayor's recommendation to increase the salaries of councilmembers by \$20 per month and to increase the salaries of commissioners by \$10 per month. No action was taken.

PLANNING & ZONING REPORT: There was no Planning & Zoning Commission report.

<u>DEPARTMENT REPORTS</u>: There were no department reports.

MAYOR'S BUSINESS:

City Attorney: The Mayor reported that Josh Garner accepted the job as city attorney, subject to the council's approval.

MOTION: It was moved by Councilmember Harris and seconded by
Councilmember Orme to hire Mr. Josh Garner, based on the mayor's arrangement with him, as
our city attorney beginning August 1, 2007; motion carried. His retainer will be \$600 per month.

Negotiations with Rexburg on Annexation: The Mayor reported that Stephen
Zollinger, Rexburg's City Attorney, promised Richard Smith they would have a meeting before
August 1.

Meeting adjourned at 10 p.m.

Signed:

Glenn W. Dalling, Mayor

Attested:

Sharon L. Bell, Clerk